

COVENANT FINANCIAL CORPORATION

	CPP Disbursement Date 06/05/2009	RSSD (Holding Company) 3212046	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2011 \$ millions	2012 \$ millions	%chg from prev		
Assets	\$231	\$240	4.1%		
Loans	\$159	\$167	4.9%		
Construction & development	\$11	\$10	-7.8%		
Closed-end 1-4 family residential	\$32	\$30	-7.5%		
Home equity	\$3	\$4	20.5%		
Credit card	\$0	\$0			
Other consumer	\$5	\$4	-4.5%		
Commercial & Industrial	\$30	\$37	22.0%		
Commercial real estate	\$53	\$53	0.7%		
Unused commitments	\$20	\$15	-22.8%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$7	\$6	-2.2%		
Asset-backed securities	\$0	\$0			
Other securities	\$30	\$31	2.4%		
Cash & balances due	\$14	\$16	16.7%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$208	\$216	3.5%		
Deposits	\$184	\$200	9.0%		
Total other borrowings	\$23	\$13	-40.9%		
FHLB advances	\$12	\$9	-27.0%		
Equity					
Equity capital at quarter end	\$22	\$24	8.8%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$2	\$0	NA		
Performance Ratios					
Tier 1 leverage ratio	8.6%	9.6%	--		
Tier 1 risk based capital ratio	11.5%	12.1%	--		
Total risk based capital ratio	12.8%	13.3%	--		
Return on equity ¹	-26.5%	3.4%	--		
Return on assets ¹	-2.6%	0.3%	--		
Net interest margin ¹	3.8%	4.0%	--		
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans}}	59.1%	55.2%	--		
Loss provision to net charge-offs (qtr)	97.4%	27.8%	--		
Net charge-offs to average loans and leases ¹	2.0%	0.9%	--		
¹ Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2011	2012	2011	2012	
Construction & development	0.1%	0.0%	0.0%	0.0%	--
Closed-end 1-4 family residential	5.1%	3.6%	1.6%	0.1%	--
Home equity	2.8%	2.2%	0.0%	0.0%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.2%	0.1%	0.3%	0.8%	--
Commercial & Industrial	0.1%	0.0%	0.6%	0.1%	--
Commercial real estate	3.8%	3.9%	0.1%	0.1%	--
Total loans	2.5%	2.5%	0.6%	0.3%	--